

TENNESSEE STATE BOARD OF EDUCATION		
PROPERTY SALES		2403
ADOPTED: July 28, 2017	REVISED:	MONITORING: Review: Annually

If an authorized charter school intends to dispose of any property it owns but no longer needs for public school purposes, then the school leader or designated financial officer shall do so in accordance with state law and appropriate property transaction procedures. The school shall adopt policies and procedures for property disposal in the event it is deemed necessary to sell, trade-in, or exchange any property.¹

Disposition of Equipment Purchased with Federal Dollars.² When equipment that was purchased with federal dollars is no longer needed for the original project or program or for other activities currently or previously supported by a federal agency, disposition of the equipment shall be made as follows:

- (1) Items of equipment with current per unit fair market value of less than \$5,000 may be retained, sold, or otherwise disposed of with no further obligation to the awarding agency; and
- (2) Items of equipment with current per unit fair market value in excess of \$5,000 may be retained or sold and the awarding agency shall have a right to an amount calculated by multiplying the current market value or proceeds from sale by the awarding agency's share of the equipment.

The school's policies and procedures with regard to disposal of equipment shall include provisions to ensure the highest possible return if the school is authorized or required to sell equipment purchased with federal dollars. Disposition of equipment purchased with federal dollars shall also comply with the District's Operating Policies and Procedures for Implementation and Administration of Federal Education Programs document.

Legal References:

¹ T.C.A. § 49-2-206(3); T.C.A. § 49-6-2007;
T.C.A. § 6-36-115

² EDGAR Title 34, Part 80.32(e)(1)-(2)